

Financial Review Commission Minutes

March 23, 2015 – 2:30 p.m.
Cadillac Place
Conference Room L-150
3062 W. Grand Boulevard
Detroit, MI 48202

APPROVED – APRIL 20, 2015

I. Call to Order

Treasurer Kevin Clinton called the meeting to order at 2:31 p.m.

II. Roll Call

Members Present - 9

Kevin Clinton
Darrell Burks
Mike Duggan
Stacey Fox
Lorrion James
Brenda Jones
William Martin
John Roberts
Tony Saunders (via teleconference)

Members Absent - 0

Let the record show that 9 Commission members are present with one Commission member attending via teleconference.

III. Approval of Agenda

Motion made to approve the agenda as presented.

Motion moved and supported, the Commission unanimously approved the agenda as presented.
9 ayes, 0 nays

IV. Designation of Vice-Chairperson

Chair Kevin Clinton announced that he was stepping down as State Treasurer effective April 17, 2015 and a new Treasurer has been nominated by the Governor. He stated that he would like to designate a Vice Chair of the Financial Review Commission. Under Article III, Section 2 of the Financial Review Commission's Bylaws, he designated William Martin as Vice Chair and asked Mr. Martin to preside as Chair for the remainder of this meeting

and until a new State Treasurer assumes the role of Chair for this Commission.

V. Approval of Minutes

Motion made to approve the draft minutes of February 23, 2015 meeting as presented.

Motion moved and supported, the Commission unanimously approved the minutes of February 23, 2015 as presented.

VI. Administrative Reports

- a. Ron Rose introduced himself as the Executive Director for the Office of the FRC. His start date was March 2, 2015. Also introduced was Martha Kopacz of Phoenix Management and Chris Peterson and Michael Witt of UHY as the financial consultants for the FRC. Among other things, these consultants will work with the FRC Office reviewing the Four-Year Financial and Operating Plan and will report to this Commission on their review and analysis of the plan.
- b. John Hill gave an overview of the City's Four-Year Financial and Operating Plan that included the financial plan requirements, revenue estimates, deferrals of restructuring and reinvestment initiatives, budget reserves, and a summary of the total city budget and the general fund budget.

Discussion ensued regarding the status of the 2014 audit, the 2015 revenues, and restructuring initiatives. Also discussed Council budgets and Council staff benefits.

Motion made that the Four-Year Financial and Operating Plan be referred to the subcommittee on Finance and Enterprise Resource Planning for further review.

Motion moved and supported, the Commission unanimously approved that the Four-Year Financial and Operating Plan be referred to the subcommittee on Finance and Enterprise Resource Planning for further review.

9 Ayes, 0 Nays

VII. Consideration of Various Contract Approval Requests

Public Act 181 of 2014 requires the Financial Review Commission to review and approve contracts meeting any of the three following criteria: 1) the contract exceeds \$750,000; 2) the contract has a term exceeding 2 years; and 3) multiple contracts within a single entity that exceed \$750,000 in aggregate. All contracts must be approved by the Mayor's Office and by

Detroit City Council prior to consideration by the Financial Review Commission.

Boysie Jackson, Chief Procurement Officer gave an overview of the 13 contract approvals and requested an amendment be granted for Contract Number 2901750 that would allow the City to purchase an additional 10 buses. The Commission agreed to amend Contract Number 2901750, which changed the quantity from 10 buses to 20 buses for purchase and increased the contract amount from \$4,614,609.70 to \$8,979,219.40.

Motion made to approve the 13 Contract Approval Requests from the City of Detroit as amended.

Motion moved and supported, the Commission unanimously approved the 13 Contract Approval Requests from the City of Detroit as amended.

9 Ayes, 0 Nays

VIII. Public Comment

Councilmember Benson, Detroit, MI

John Lauve, Detroit, MI

Alicia Roberts, Detroit, MI

Terry Bellinger, Detroit, MI

IX. Next Meeting Date

Mr. Martin notified the public that the next Financial Review Commission meeting is scheduled for Monday, April 20, 2015 - 2:30 p.m. at Cadillac Place, 3062 W. Grand Boulevard, Suite L-150, Detroit, MI 48202.

X. Adjournment

Motion made to adjourn.

On a voice vote the Commission unanimously approved the motion to adjourn.

9 ayes 0 nays

There being no further business, the meeting adjourned at 3:51p.m.